

[Korea Investment Management]

Amendment to the Enforcement Rules on Exercise over Collective investment Schemes as of June 30, 2020

The English version of this policy is for information purposes only. In case of discrepancies between the Korean and the English text, the Korean text shall prevail.

Purpose

Purpose of this rule is to set forth the terms and conditions for proxy voting under Article 40 (3) of the Internal Control Policy.

Purpose of exercising proxy voting

Proxy voting shall be exercised in a manner that can enhance the value of invested companies and consequentially enhance the value of collective Investment schemes.

Proxy voting Committee

We exercise proxy voting by the decision made by Internal Stewardship Code Committee which comprises 8 members, 5 from Equity Investment Division including Head of the Division, Head of Research, and corresponding analysts, and 2 from Risk Team and Compliance Team, and one from Multi Investment Division who is also responsible for equity investment. Analyst present agenda of general meeting and express his/her opinion in accordance with the internal exercise guidance. And external ESG consultants like Corporate Governance Service and Sustinvest proposes their respective opinions on proxy voting. Final decision whether we vote for or against the agenda is made by majority rule.

The decision of the Committee is reported to CIO. If he opposes to it, then he can convene Proxy Voting Executive Committee which is composed of senior management like CIO, Head of Risk, Head of Compliance and heads of other related departments. The decision of executive committee is prioritized than that of Stewardship Code Committee.